From: lpayne@moorefirm.com

Sent: Tuesday, April 27, 2004 4:25 PM

To: Campbell, Bruce Cc: O'Neal, Timothy Subject: Sandbox Studio

Bruce - you asked for an explanation on the Final Report for Sandbox 02-10845. This case that had two companion cases - Production Software, 02-10095 and Sandbox Studios Canada 02-10095. They all dealt with complicated litigation in California, extensive discovery and substantial abuse by the debtor's principal. The principal (Bergenholtz) filed to have all three cases dismissed after purchasing or objecting to claims reducing the cases to what appeared to be a two party dispute. We finally agreed to let the cases be dismissed after attorney fees and trustee fees were paid. An Agreed Order was approved by Judge Sharp and is included in my Final Report. Bill Payne, my attorney, worked with Tim on this. I am now trying to close the case, get my fees and turn the remainder over to the debtor. The case has actually been dismissed, but the Agreed Order allows me to apply for fees. Bill is also in the process of preparing a referral to Tim on the abuse by Bergenholtz. If you

let me know. Linda